

Foremost Packaging Limited
Annual Report and Unaudited Financial Statements
Year Ended 31 October 2021

Registration number: 02422231

Foremost Packaging Limited

Contents

| | |
|---|----------------------|
| Balance Sheet | <u>1</u> to <u>2</u> |
| Notes to the Unaudited Financial Statements | <u>3</u> to <u>8</u> |

Foremost Packaging Limited

Balance Sheet

31 October 2021

| | Note | 2021 £ | 2020 £ |
|--|----------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | <u>5</u> | 133,696 | 162,271 |
| Current assets | | | |
| Stocks | | 164,126 | 158,502 |
| Debtors | <u>6</u> | 848,916 | 910,153 |
| Cash at bank and in hand | | <u>181,675</u> | <u>153,720</u> |
| | | 1,194,717 | 1,222,375 |
| Creditors: Amounts falling due within one year | <u>7</u> | <u>(468,740)</u> | <u>(537,255)</u> |
| Net current assets | | <u>725,977</u> | <u>685,120</u> |
| Total assets less current liabilities | | 859,673 | 847,391 |
| Creditors: Amounts falling due after more than one year | <u>7</u> | <u>(156,231)</u> | <u>(205,796)</u> |
| Provisions for liabilities | | <u>(27,943)</u> | <u>(25,964)</u> |
| Net assets | | <u>675,499</u> | <u>615,631</u> |
| Capital and reserves | | | |
| Called up share capital | <u>9</u> | 60,000 | 60,000 |
| Profit and loss account | | <u>615,499</u> | <u>555,631</u> |
| Shareholders' funds | | <u>675,499</u> | <u>615,631</u> |

Foremost Packaging Limited

Balance Sheet

31 October 2021

For the financial year ending 31 October 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared and delivered in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the Board on 19 July 2022 and signed on its behalf by:

.....

Mr S Burgin

Company secretary and director

Company Registration Number: 02422231

Foremost Packaging Limited

Notes to the Unaudited Financial Statements

Year Ended 31 October 2021

1 General information

The company is a private company limited by share capital, incorporated in England and Wales.

The address of its registered office is:

1 Kemmings Close
Paignton
Devon
TQ4 7TW

These financial statements were authorised for issue by the Board on 19 July 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', including Section 1A, and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that, as disclosed in the accounting policies, certain items are shown at fair value.

The functional and presentational currency is pounds sterling.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities, and is shown net of value added tax, returns, rebates and discounts.

The company recognises revenue when it can be reliably measured and it is probable that future economic benefits will flow to the entity.

Tax

Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current corporation tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred tax is recognised on all timing differences at the balance sheet date unless indicated below. Timing differences are differences between taxable profits and the results as stated in the profit and loss account and other comprehensive income. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

Foremost Packaging Limited

Notes to the Unaudited Financial Statements

Year Ended 31 October 2021

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction, over their estimated useful lives, as follows:

| Asset class | Depreciation method and rate |
|---------------------|------------------------------|
| Leasehold property | Over the life of the lease |
| Plant and machinery | 10% to 33.3% straight line |

Stocks

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the Profit and Loss Account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as an employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Foremost Packaging Limited

Notes to the Unaudited Financial Statements

Year Ended 31 October 2021

Financial instruments

Classification

The company holds the following financial instruments:

- Short term trade and other debtors and creditors;
- Bank loans; and
- Cash and bank balances.

All financial instruments are classified as basic.

Recognition and measurement

The company has chosen to apply the recognition and measurement principles in FRS102.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument and derecognised when in the case of assets, the contractual rights to cash flows from the assets expire or substantially all the risks and rewards of ownership are transferred to another party, or in the case of liabilities, when the company's obligations are discharged, expire or are cancelled.

Except for bank loans, such instruments are initially measured at transaction price, including transaction costs, and are subsequently carried at the undiscounted amount of the cash or other consideration expected to be paid or received, after taking account of impairment adjustments.

Bank loans are initially measured at transaction price, including transaction costs, and are subsequently carried at amortised cost using the effective interest method.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 22 (2020 - 21).

4 Intangible assets

| | Goodwill £ |
|--------------------------|-----------------------|
| Cost or valuation | |
| At 1 November 2020 | 65,000 |
| At 31 October 2021 | 65,000 |
| Amortisation | |
| At 1 November 2020 | 65,000 |
| At 31 October 2021 | 65,000 |
| Carrying amount | |
| At 31 October 2021 | - |
| At 31 October 2020 | - |

Foremost Packaging Limited

Notes to the Unaudited Financial Statements

Year Ended 31 October 2021

5 Tangible assets

| | Land and buildings £ | Plant and machinery £ | Total £ |
|--------------------------|----------------------------|-----------------------------|------------|
| Cost or valuation | | | |
| At 1 November 2020 | 28,200 | 804,063 | 832,263 |
| Additions | - | 17,236 | 17,236 |
| At 31 October 2021 | 28,200 | 821,299 | 849,499 |
| Depreciation | | | |
| At 1 November 2020 | 28,200 | 641,792 | 669,992 |
| Charge for the year | - | 45,811 | 45,811 |
| At 31 October 2021 | 28,200 | 687,603 | 715,803 |
| Carrying amount | | | |
| At 31 October 2021 | - | 133,696 | 133,696 |
| At 31 October 2020 | - | 162,271 | 162,271 |

Included within the net book value of land and buildings above is £Nil (2020 - £Nil) in respect of short leasehold land and buildings.

6 Debtors

| | Note | 2021 £ | 2020 £ |
|------------------------------------|------|-----------|-----------|
| Trade debtors | | 384,428 | 331,204 |
| Amounts owed by group undertakings | 10 | 274,250 | 281,200 |
| Prepayments | | 26,249 | 42,131 |
| Other debtors | | 163,989 | 255,618 |
| | | 848,916 | 910,153 |

Foremost Packaging Limited

Notes to the Unaudited Financial Statements

Year Ended 31 October 2021

7 Creditors

Creditors: amounts falling due within one year

| | Note | 2021 £ | 2020 £ |
|------------------------------|----------|----------------|----------------|
| Due within one year | | | |
| Loans and borrowings | <u>8</u> | 49,564 | 59,564 |
| Trade creditors | | 261,401 | 261,005 |
| Corporation tax | | 48,982 | 71,513 |
| Taxation and social security | | 78,378 | 113,446 |
| Other creditors | | 2,084 | 2,057 |
| Accruals and deferred income | | 28,331 | 29,670 |
| | | <u>468,740</u> | <u>537,255</u> |

Creditors due within one year include £49,564 (2020 - £59,564) of bank borrowings and hire purchase liabilities which are secured.

Creditors: amounts falling due after more than one year

| | Note | 2021 £ | 2020 £ |
|---------------------------|----------|----------------|----------------|
| Due after one year | | | |
| Loans and borrowings | <u>8</u> | <u>156,231</u> | <u>205,796</u> |

Creditors due after more than one year include £156,231 (2020 - £205,796) of bank borrowings and hire purchase liabilities which are secured.

Foremost Packaging Limited

Notes to the Unaudited Financial Statements

Year Ended 31 October 2021

8 Loans and borrowings

| | 2021 £ | 2020 £ |
|--|----------------|----------------|
| Loans and borrowings due after one year | | |
| Bank borrowings | 146,667 | 186,667 |
| Hire purchase liabilities | 9,564 | 19,129 |
| | <u>156,231</u> | <u>205,796</u> |

| | 2021 £ | 2020 £ |
|-------------------------------------|---------------|---------------|
| Current loans and borrowings | | |
| Bank borrowings | 40,000 | 13,333 |
| Hire purchase liabilities | 9,564 | 46,231 |
| | <u>49,564</u> | <u>59,564</u> |

9 Share capital

Allotted, called up and fully paid shares

| | No. | 2021 £ | No. | 2020 £ |
|----------------------------|--------|-----------|--------|-----------|
| Ordinary shares of £1 each | 60,000 | 60,000 | 60,000 | 60,000 |

10 Related party transactions

Summary of transactions with parent

Oyster House Limited (ultimate parent company)

Interest free loans were provided. At the balance sheet date the amount due from Oyster House Limited was £274,250 (2020: £281,200).

11 Parent and ultimate parent undertaking

The company's immediate parent is BFP Holdings Limited, incorporated in England and Wales.

The ultimate parent is Oyster House Limited, incorporated in England and Wales.

The ultimate controlling party is Mr S Burgin, director.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.